## WHAT IS CLAIMED IS:

1		1.	A method for inducing insulin gene expression in cultured
2	endocrine pancreas $\beta$ -cells, the method comprising the steps of:		
3		(i) exp	pressing a recombinant NeuroD/BETA2 polynucleotide and a
4	recombinant PDX-1 polynucleotide in endocrine pancreas β-cells that have been cultured		
5	under condition	ons sucl	h that the $\beta$ -cells are in contact with other cells in the culture; and
6		(ii) co	ntacting the cells with a GLP-1 receptor agonist, thereby inducing
7	insulin gene expression in the $\beta$ -cells.		
1		2.	The method of claim 1, wherein the GLP-1 receptor agonist is a
2	GLP-1 analog	ζ.	
1		3.	The method of claim 1, wherein the GLP-1 receptor agonist has an
2	amino acid sequence of a naturally occurring peptide.		
1		4.	The method of claim 3, wherein the GLP-1 receptor agonist is
2	GLP-1, exendin-3, or exendin-4.		
1		5.	The method of claim 1, wherein the cells are cultured as aggregates
2	in suspension	ı.	
1		6.	The method of claim 1, wherein the $\beta$ -cells are human $\beta$ -cells.
1		7.	The method of claim 1, wherein the $\beta$ -cells express a recombinant
2	oncogene.		
1		8.	The method of claim 7, wherein the $\beta$ -cells express more than one
2	recombinant oncogene.		
1		9.	The method of claim 1, wherein the $\beta$ -cells express a recombinant
2	telomerase gene.		
1		10.	The method of claim 1, wherein the $\beta$ -cells are $\beta$ lox5 cells.
1		11.	A method of identifying a compound that modulates $\beta$ -cell
2	function the	method	d comprising the steps of contacting cells made by the method of

- claim 1 with the compound and determining the effect of the compound on β-cell
  function.
- 1 12. A stable culture of endocrine pancreas  $\beta$ -cells, wherein the  $\beta$ -cells
- 2 are in contact with other cells in the culture, wherein the  $\beta$ -cells express a recombinant
- 3 PDX-1 polynucleotide and a recombinant NeuroD/BETA2 polynucleotide, and wherein
- 4 insulin gene expression is stimulated in the  $\beta$ -cells when exposed to an effective amount
- 5 of a GLP-1 receptor agonist.
- 1 13. The culture of claim 12, wherein the GLP-1 receptor agonist is a
- 2 GLP-1 analog.
- 1 The culture of claim 12, wherein the GLP-1 receptor agonist has an
- 2 amino acid sequence of a naturally occurring peptide.
- 1 15. The culture of claim 14, wherein the GLP-1 receptor agonist is
- 2 GLP-1, exendin-3, or exendin-4.
- 1 16. The culture of claim 12, wherein the cells are cultured as
- 2 aggregates in suspension.
- 1 The culture of claim 12, wherein the  $\beta$ -cells are human  $\beta$ -cells.
- 1 18. The culture of claim 12, wherein the  $\beta$ -cells express a recombinant
- 2 oncogene.
- 1 19. The culture of claim 18, wherein the  $\beta$ -cells express more than one
- 2 recombinant oncogene.
- 1 20. The culture of claim 12, wherein the  $\beta$ -cells express a recombinant
- 2 telomerase gene.
- 1 21. The culture of claim 12, wherein the  $\beta$ -cells are  $\beta$ lox5 cells.
- 1 22. A method of identifying a compound that modulates  $\beta$ -cell
- 2 function, the method comprising the steps of contacting the culture of claim 12 with the
- 3 compound and determining the effect of the compound on  $\beta$ -cell function.

1	23. A method of treating a diabetic subject by providing to the subject		
2	cells that secrete insulin in response to glucose, the method comprising the step of		
3	administering to the subject an effective amount of cells according to claim 1.		
1	24. A method of treating a diabetic subject by providing to the subject		
2	cells that secrete insulin in response to glucose, the method comprising the steps of:		
3	(i) contacting a culture of endocrine pancreas β-cells expressing a		
4	recombinant PDX-1 polynucleotide and a recombinant NeuroD/BETA2 polynucleotide		
5	with a GLP-1 receptor agonist, wherein the β-cells have been cultured under conditions		
6	such that the $\beta$ -cells are in contact with other cells in the culture; and		
7	(ii) administering the β-cells to the subject, thereby providing to the		
8	subject cells that secrete insulin in response to glucose.		
1	25. The method of claim 24, wherein the diabetic subject is a human.		
1	26. The method of claim 25, wherein the subject has Type I insulin		
2	dependent diabetes.		
1	27. The method of claim 24, wherein the GLP-1 receptor agonist is a		
2	GLP-1 analog.		
1	28. The method of claim 24, wherein the GLP-1 receptor agonist has		
2	an amino acid sequence of a naturally occurring peptide.		
1	29. The method of claim 28, wherein the GLP-1 receptor agonist is		
2	GLP-1, exendin-3, or exendin-4.		
1	30. The method of claim 24, wherein the $\beta$ -cells are cultured as		
2	aggregates in suspension.		
1	31. An endocrine pancreas β-cell comprising a recombinant PDX-1		
2	polynucleotide and a recombinant NeuroD/BETA2 polynucleotide.		
1	32. The $\beta$ -cell of claim 31, wherein the $\beta$ -cell is a human $\beta$ -cell.		
1	33. The $\beta$ -cell of claim 31, wherein the $\beta$ -cell expresses a recombinan		
2	oncogene.		

- 1 34. The β-cell of claim 33, wherein the β-cell expresses more than one recombinant oncogene.
- 1 35. The  $\beta$ -cell of claim 31, wherein the  $\beta$ -cell expresses a recombinant
- 2 telomerase gene.